

STATE OF IOWA
DEPARTMENT OF COMMERCE
UTILITIES BOARD

IN RE: MIDAMERICAN ENERGY COMPANY	DOCKET NO. RPU-94-3
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ORDER REGARDING AMENDMENT TO SETTLEMENT AND REPORT

(Issued February 17, 2000)

On May 19, 1995, the Utilities Board (Board) issued its "Final Decision and Order" in this proceeding, and on June 30, 1995, the Board issued an "Order Granting Rehearing in Part and Denying Rehearing in Part." In those orders, the Board approved MidAmerican Energy Company's (MidAmerican) Incentive Gas Supply Procurement Plan (IGSPP) for a three-year period. The Board directed MidAmerican to file reports of the results of the plan on a semiannual basis. The three-year period was completed on October 31, 1998.

On January 12, 1999, MidAmerican filed a request to continue the project through April 30, 2000. On April 27, 1999, the Consumer Advocate Division of the Department of Justice (Consumer Advocate) and MidAmerican filed a proposed settlement that allowed the plan to continue two more years, through October 2000. The Board approved the settlement on May 28, 1999.

On August 27, 1999, MidAmerican filed the results of the first period of the two-year extension period. The report covers gas procurement costs from November 1998 through April 1999. On October 14, 1999, Consumer Advocate filed an objection stating MidAmerican's calculations were done in violation of the

settlement agreement. On January 20, 2000, MidAmerican and Consumer Advocate filed an amendment to the April 27, 1999, settlement. In the amendment, the parties set out terms clarifying the calculation of the reference price and the comparability of contract terms. The Board will approve the parties' amendment to the settlement.

On January 19, 2000, MidAmerican filed an amendment to its report with calculations reflecting the parties' amendment to the settlement. Because there are two months remaining in this period, MidAmerican should file purchased gas adjustments for March and April reflecting the January 19, 2000, calculations.

IT IS THEREFORE ORDERED:

1. The amendment to the settlement filed by MidAmerican Energy Company and the Consumer Advocate Division of the Department of Justice on January 20, 2000, is approved.

2. MidAmerican shall file purchased gas adjustments for March and April reflecting the calculations contained in the report, as amended January 19, 2000.

UTILITIES BOARD

/s/ Allan T. Thoms

/s/ Susan J. Frye

ATTEST:

/s/ Judi K. Cooper
Executive Secretary, Deputy

/s/ Diane Munns

Dated at Des Moines, Iowa, this 17th day of February, 2000.